Manitoba

Quarterly Financial Report

Hon. Greg Selinger – Minister of Finance

Nine Months - April - December, 2007

PROVINCE OF MANITOBA

2007/08 QUARTERLY FINANCIAL REPORT
APRIL TO DECEMBER 2007

NOTES TO THE QUARTERLY FINANCIAL REPORT

Budget 2007 is the first Summary Budget produced by the Government of Manitoba that aligns with the accounting standards set by the Public Sector Accounting Board (PSAB), which require provincial governments to report on the broader definition of government. It consolidates the budget plan for core government with projections for all Crown organizations, regional health authorities, hospitals, colleges, universities and school divisions in the province to fully reflect Generally Accepted Accounting Principles (GAAP). The consolidation of these entities and core government is the Government Reporting Entity (GRE).

The transition to Summary Budgeting and Reporting requires not only that the annual budget and financial statements (public accounts) be tabled on a summary basis, but that all financial reporting, including quarterly reporting, must be transitioned to represent the GRE. In addition, quarterly reporting must also be made consistent with GAAP. As noted in the 2007 Budget, the government's quarterly financial reporting will remain largely unchanged for 2007/08. In 2008/09, appropriate changes will be introduced and the transformation of quarterly reporting will be completed by the end of 2009/10.

Consistent with the transition plan, this report presents an updated 2007/08 year-end forecast for the GRE consolidating information from entities directly and indirectly controlled by government, such as universities, public schools and government business enterprises. However as outlined in Budget 2007, the existing relationship between the government and the related entities does not change. The normal governance relationships between the government and these entities, and between the entities and their Boards and stakeholders, are not affected by the financial reporting process, other than that the entities must provide financial information to the government on a regular basis.

The report also presents the unaudited financial results of the core government for the third quarter of the 2007/08 fiscal year. The core government figures are based on the structure established in the Estimates of Expenditure and Revenue for the fiscal year ending March 31, 2008. The comparative data provided for the 2006/07 fiscal year has been restated to reflect the current structure.

GOVERNMENT REPORTING ENTITY

YEAR END PROJECTION

Summary net income for the government reporting entity is currently projected to be $329.4 million, $154.6 million higher than the $174.8 million forecast in the 2007 Budget. The increase is primarily the result of higher projected net income from Government's other reporting entities, most notably Manitoba Hydro and Manitoba Agricultural Services Corporation.

The forecast for core government projects revenues exceeding expenditures by $102.0 million, up $26.0 million from the 2007 Budget before budgeted transfers to the Debt Retirement Fund of $110.5 million and $37.0 million from the Fiscal Stabilization Fund (FSF) for wait time initiatives prepaid by the federal government in 2005. The projected improvement in core government results in a net draw of $11.0 million from the FSF.

Core government revenues are forecast to be $290.2 million higher than budget, primarily as a result of increased taxation revenues of $278.7 million and other own source revenues of $36.9 million. Individual income taxes are up $132.4 million and corporation income taxes are up $77.9 million based on revised estimates from Canada. Retail sales tax has increased $50.0 million reflecting the continued strength of Manitoba's economy and mining tax is up $23.0 million from budget reflecting the upswing in that industry. Own source increases are the result of revised projections from Manitoba Lotteries Corporation and Manitoba Liquor Control Commission. Overall, federal transfers are down $25.4 million from budget as a result of slower than anticipated resolution of the agreement for infrastructure renewal, a decrease of $45.6 million, and a deferral of $13.1 million in project costs for the floodway expansion program to next year. Partially offsetting these decreases is the new Community Development Trust funding recently announced by the Government of Canada in the amount of $41.9 million.

As previously reported, the projection for core government expenditures includes $40.0 million for the Canadian Museum for Human Rights, an increase in emergency expenditures for forest fire suppression activities and increased support for the agriculture industry, which is now forecast to be $69.2 million, primarily for income stabilization in the ruminant and hog sectors. As well, cost pressures in health care will require an additional $42.1 million primarily for Regional Health Authorities' operations and medical remuneration. Cost increases of $13.4 million are forecast in Family Services and Housing for child protection and in the Department of Justice of $9.0 million to address increasing costs in corrections. Assistance of $21.0 million is being provided to the Manitoba Housing and Renewal Corporation to initiate housing projects for which funding was received last year from Canada and $9.0 million in one-time capital grant funding is being provided to post-secondary institutions. In total, core government expenditures are forecast to be $264.2 million higher than budget.

GOVERNMENT REPORTING ENTITY
PROJECTION OF NET INCOME
FOR THE YEAR ENDED MARCH 31, 2008

(UNAUDITED)
($millions)

	2007/08 FORECAST			2007/08 BUDGET		
	CORE GOVERNMENT	OTHER REPORTING ENTITIES [1]	SUMMARY	CORE GOVERNMENT	OTHER REPORTING ENTITIES [1]	SUMMARY
Revenue	9,592	2,752	12,344	9,302	2,507	11,809
Expenditure	9,490	2,525	12,015	9,226	2,408	11,634
Net Result for the Year	102	227	329	76	99	175
Transfer to Debt Retirement Fund	(110)	110	-	(110)	110	-
Transfer from Fiscal Stabilization Fund	11	(11)	-	37	(37)	-
Net Income	3	326	329	3	172	175

1 . This column includes consolidation impacts and the revenues and expenditures of other reporting entities.

CORE GOVERNMENT

THIRD QUARTER – ACTUAL TO ESTIMATE

The third quarter net result of revenue exceeding expenditure by $103.2 million was $177.7 million higher than the estimate of expenditure exceeding revenue by $74.5 million. Third quarter revenue was $56.5 million higher than estimated primarily as a result of higher than projected taxation revenues and timing of receipts while third quarter expenditures were $121.2 million lower than estimated primarily as a result of timing.

THIRD QUARTER COMPARED TO PREVIOUS YEAR'S RESULTS

The net result for the third quarter was $54.6 million higher than for the same period last year. Total revenues were $441.7 million more than the same period last year, reflecting budgeted increases in both own source revenue and transfers from the Government of Canada.

Total expenditures were $387.1 million higher than the previous year. Program expenditures were $416.0 million higher, primarily reflecting budgeted increases and debt servicing costs were $28.9 million lower primarily as a result of timing. The largest increases in program expenditures occurred in the departments of Health, Family Services and Housing and Education, Citizenship and Youth. As well, statutory election costs of $9.4 million are included in the third quarter program expenditures.

THIRD QUARTER – CAPITAL INVESTMENT

Total expenditures related to tangible capital assets were $128.1 million higher than the same period last year, primarily related to increased construction activity on provincial highways and roads and the Manitoba Floodway Expansion. Expenditures for tangible capital assets were $367.6 million, $54.7 million less than estimated for the end of the third quarter, reflecting the deferral of some components of the Manitoba Floodway Expansion to next year and timing variances for highway related activities.

DEBT/PENSION REPAYMENT

The 2007 Budget provides for a $110.5 million contribution to the Debt Retirement Fund. An allocation committee will determine the share of those funds directed to pension or general purpose debt. In the 2007 Budget, the allocation is $85.5 million to the pension liability and $25.0 million for general purpose debt.

COMPLIANCE WITH BALANCED BUDGET LEGISLATION

The Balanced Budget, Debt Repayment and Taxpayer Accountability Act includes a requirement for the Minister of Finance to report on compliance with the Act in the government's Third Quarter Financial Report (for the period ending December 31). Based on the projection of summary net income of $329.4 million and a net result of $2.5 million on core government operations, after transfers to the Debt Retirement Fund and from the Fiscal Stabilization Fund, the government will be in compliance with the Act.

FISCAL STABILIZATION FUND

The fund is projected to have a balance of $683.4 million at the end of the fiscal year. The projected status of the Fiscal Stabilization Fund is provided on page 14.

BORROWING ACTIVITY AND SUMMARY NET DEBT

Outstanding provincial borrowings will fluctuate during the fiscal year as a result of the timing of borrowing activities of the Province. While current accounting standards identify net debt as the best presentation of a government's financial position, certain valuations used in the calculation of net debt are not available on a quarterly basis. However using information that was provided at the end of the third quarter, it is expected that summary net debt will be lower than the 2007 Budget projection of $11.1 million.

The original estimate of borrowing requirements identified in the 2007 Budget was $2,946.2 million including refinancing of maturing debt, the funding of the Province's pension liability for the Teachers' Retirement Allowances Fund (TRAF), funding for Manitoba Hydro, Capital Investments, Health's capital programs and new self sustaining requirements. In order to take advantage of market opportunities the September borrowing estimate of $2,773.2 million has been amended to the original borrowing requirement disclosed in the Budget.

At December 31, 2007 outstanding Provincial Borrowings, Guarantees and Obligations were $17,856.9 million, $1,290.2 million higher than the March 31, 2007 balance of $16,566.7 million, primarily reflecting the government's decision to borrow $1,500.0 million to pay down a significant part of the unfunded Teachers' Retirement Allowances Fund pension liability.

CORE GOVERNMENT
STATEMENT OF REVENUE AND EXPENDITURE
FOR THE NINE MONTHS ENDED DECEMBER 31, 2007

(UNAUDITED)
($000s)

	2007/08 ACTUAL	Comparison to 2007/08 Estimate	Comparison to 2007/08 Variance	Comparison to 2006/07 Actual	Comparison to 2006/07 Variance
Revenue					
Own Source Revenue	**4,366,289**	4,283,113	83,176	4,092,993	273,296
Government of Canada	**2,441,048**	2,467,725	(26,677)	2,272,613	168,435
Total Revenue	**6,807,337**	6,750,838	56,499	6,365,606	441,731
Expenditure					
Program Expenditure	**6,504,805**	6,608,562	(103,757)	6,088,802	416,003
Debt Servicing	**199,373**	216,799	(17,426)	228,246	(28,873)
Total Expenditure	**6,704,178**	6,825,361	(121,183)	6,317,048	387,130
Net Result December 31, 2007	**103,159**	(74,523)	177,682	48,558	54,601
Transfer to Debt Retirement Fund	-	-	-	-	-
Transfer from the Fiscal Stabilization Fund	-	-	-	-	-
Net Income (Loss)	**103,159**	(74,523)	177,682	48,558	54,601

CORE GOVERNMENT
STATEMENT OF REVENUE
FOR THE NINE MONTHS ENDED DECEMBER 31, 2007

(UNAUDITED)
($000s)

	2007/08 ACTUAL	Comparison to 2007/08 Estimate	Comparison to 2007/08 Variance	Comparison to 2006/07 Actual	Comparison to 2006/07 Variance
Taxation:					
Finance					
- Individual Income Tax	**1,632,767**	1,591,091	41,676	1,520,934	111,833
- Corporation Income Tax	**253,216**	246,472	6,744	273,920	(20,704)
- Corporation Capital Tax	**125,391**	122,112	3,279	120,498	4,893
- Gasoline Tax	**105,135**	102,337	2,798	103,226	1,909
- Insurance Corporations Tax	**46,384**	45,979	405	44,692	1,692
- Land Transfer Tax	**37,884**	35,155	2,729	31,615	6,269
- Levy for Health and Education	**224,654**	221,780	2,874	208,794	15,860
- Mining Tax	**97,491**	96,000	1,491	38,552	58,939
- Motive Fuel Tax	**64,201**	61,656	2,545	59,062	5,139
- Retail Sales Tax	**935,895**	911,595	24,300	854,574	81,321
- Tax Administration and Miscellaneous Tax Act	**44,845**	45,697	(852)	44,164	681
- Tobacco Tax	**130,734**	140,392	(9,658)	150,776	(20,042)
- Other Taxes	**2,387**	2,343	44	2,342	45
	3,700,984	3,622,609	78,375	3,453,149	247,835
Science, Technology, Energy and Mines					
- Oil and Natural Gas Tax	**7,601**	9,593	(1,992)	11,047	(3,446)
	3,708,585	3,632,202	76,383	3,464,196	244,389
Other Revenue:					
Automobile and Motor Carrier Licenses and Fees	**76,645**	68,908	7,737	70,434	6,211
Justice	**30,878**	32,122	(1,244)	29,832	1,046
Water Power Rentals	**88,315**	82,339	5,976	81,626	6,689
Manitoba Lotteries Corporation	**211,000**	211,000	-	200,000	11,000
Manitoba Liquor Control Commission	**135,600**	144,600	(9,000)	141,200	(5,600)
Other Sources	**115,266**	111,942	3,324	105,705	9,561
	657,704	650,911	6,793	628,797	28,907
Total Own Source Revenue	**4,366,289**	4,283,113	83,176	4,092,993	273,296

CORE GOVERNMENT
STATEMENT OF REVENUE
FOR THE NINE MONTHS ENDED DECEMBER 31, 2007

(UNAUDITED)
($000s)

	2007/08 ACTUAL	Comparison to 2007/08 Estimate	Comparison to 2007/08 Variance	Comparison to 2006/07 Actual	Comparison to 2006/07 Variance
Government of Canada:					
Equalization	**1,359,143**	1,359,143	-	1,277,708	81,435
Bill C-48	**-**	-	-	48,911	(48,911)
Canada Health Transfer (CHT)	**605,053**	605,271	(218)	572,281	32,772
Canada Social Transfer (CST)	**255,874**	255,963	(89)	246,487	9,387
EcoTrust Fund	**53,820**	53,820	-	-	53,820
Child Care	**9,000**	8,998	2	23,683	(14,683)
Health Funds	**38,740**	45,604	(6,864)	8,343	30,397
Departments					
- Labour Market Agreements	**67,977**	67,977	-	46,335	21,642
- Other Agreements	**51,441**	70,949	(19,508)	48,865	2,576
Total Government of Canada	**2,441,048**	2,467,725	(26,677)	2,272,613	168,435
Total Revenue	**6,807,337**	6,750,838	56,499	6,365,606	441,731

CORE GOVERNMENT
STATEMENT OF PART A - OPERATING EXPENDITURE
FOR THE NINE MONTHS ENDED DECEMBER 31, 2007

(UNAUDITED)
($000s)

	2007/08 ACTUAL	Comparison to 2007/08		Comparison to 2006/07	
		Estimate	Variance	Actual	Variance
Legislative Assembly	**30,672**	31,184	(512)	19,946	10,726
Executive Council	**2,338**	2,414	(76)	2,458	(120)
Aboriginal and Northern Affairs	**27,168**	29,731	(2,563)	26,366	802
Advanced Education and Literacy	**397,027**	396,417	610	382,323	14,704
Agriculture, Food and Rural Initiatives	**94,978**	105,230	(10,252)	91,174	3,804
Civil Service Commission	**3,965**	4,166	(201)	3,398	567
Competitiveness, Training and Trade	**67,497**	67,665	(168)	66,373	1,124
Conservation	**88,745**	91,591	(2,846)	81,615	7,130
Culture, Heritage, Tourism and Sport	**66,840**	68,287	(1,447)	64,117	2,723
Education, Citizenship and Youth	**991,861**	1,024,553	(32,692)	940,296	51,565
Employee Pensions and Other Costs	**57,594**	55,877	1,717	51,894	5,700
Family Services and Housing	**807,081**	809,381	(2,300)	741,402	65,679
Finance - Departmental Costs	**81,527**	83,439	(1,912)	81,311	216
Finance - Debt Servicing Costs	**199,373**	216,799	(17,426)	228,246	(28,873)
Health	**2,911,574**	2,909,417	2,157	2,682,039	229,535
Healthy Child Manitoba	**17,833**	18,617	(784)	18,234	(401)
Infrastructure and Transportation	**350,208**	357,453	(7,245)	332,484	17,724
Intergovernmental Affairs	**161,214**	189,477	(28,263)	164,399	(3,185)
Justice	**214,006**	221,021	(7,015)	203,248	10,758
Labour and Immigration	**27,310**	31,328	(4,018)	22,912	4,398
Manitoba Seniors and Healthy Aging Secretariat	**719**	794	(75)	660	59
Science, Technology, Energy and Mines	**58,072**	61,888	(3,816)	52,238	5,834
Water Stewardship	**19,620**	20,284	(664)	18,570	1,050
Enabling Appropriations	**1,459**	2,348	(889)	1,661	(202)
Other Appropriations	**25,497**	26,000	(503)	39,684	(14,187)
Total Expenditure	**6,704,178**	6,825,361	(121,183)	6,317,048	387,130

CORE GOVERNMENT
STATEMENT OF PART B - CAPITAL INVESTMENT
FOR THE NINE MONTHS ENDED DECEMBER 31, 2007

(UNAUDITED)
($000s)

	2007/08 ACTUAL	Comparison to 2007/08 Estimate	Comparison to 2007/08 Variance	Comparison to 2006/07 Actual	Comparison to 2006/07 Variance
Legislative Assembly	**5**	15	(10)	6	(1)
Agriculture, Food and Rural Initiatives	**-**	225	(225)	-	-
Competitiveness, Training & Trade	**1,392**	1,900	(508)	-	1,392
Conservation					
General Assets	**677**	875	(198)	1,306	(629)
Infrastructure Assets	**6,060**	5,970	90	5,328	732
Total Conservation	**6,737**	6,845	(108)	6,634	103
Culture, Heritage, Tourism and Sport	**-**	30	(30)	31	(31)
Education, Citizenship and Youth	**152**	175	(23)	-	152
Family Services & Housing	**1,048**	1,298	(250)	1,409	(361)
Finance	**515**	562	(47)	1,084	(569)
Health	**212**	290	(78)	153	59
Infrastructure and Transporation					
General Assets	**49,677**	57,976	(8,299)	26,631	23,046
Infrastructure Assets	**303,217**	345,891	(42,674)	198,741	104,476
Total Infrastructure and Transportation	**352,894**	403,867	(50,973)	225,372	127,522
Justice	**535**	1,361	(826)	484	51
Science, Technology, Energy and Mines	**3,906**	5,648	(1,742)	4,100	(194)
Water Stewardship	**210**	132	78	278	(68)
Total Capital Assets	**367,606**	422,348	(54,742)	239,551	128,055

CORE GOVERNMENT
STATEMENT OF PROVINCIAL BORROWINGS, GUARANTEES AND OBLIGATIONS
December 31, 2007
(with comparative figures for March 31, 2007)

(UNAUDITED)
($000s)

	Canadian Dollar Valuation (Note 1) December 31, 2007	Canadian Dollar Valuation (Note 1) March 31, 2007	Increase (Decrease) December 31, 2007 over March 31, 2007
Provincial Borrowings Payable in:			
Canadian Dollars	15,232,978	13,661,521	1,571,457
Issues Hedged to Canadian Dollars	3,383,050	3,482,100	(99,050)
U.S. Dollars	1,880,404	2,194,026	(313,622)
Issues Hedged to U.S. Dollars	522,657	609,829	(87,172)
Subtotal Provincial Borrowings	**21,019,089**	**19,947,476**	**1,071,613**
Guarantees and Obligations Payable in:			
Canadian Dollars	738,834	1,406,776	(667,942)
U.S. Dollars	-	-	-
Subtotal Guarantees and Obligations (Note 2)	738,834	1,406,776	(667,942)
Subtotal Provincial Borrowings, Guarantees and Obligations (Note 3)	21,757,923	21,354,252	403,671
Less: Sinking Fund Investments	(3,850,006)	(4,736,510)	(886,504)
Less: Debt Retirement Fund	(51,000)	(51,000)	-
Total Provincial Borrowings, Guarantees and and Obligations Outstanding (Note 4)	17,856,917	16,566,742	1,290,175

Note to Reader:

Outstanding provincial borrowings will fluctuate during the fiscal year as a result of the timing of borrowing activities of the Province. While current accounting standards identify net debt as the best presentation of a government's financial position, certain valuations used in the calculation of net debt are not available on a quarterly basis. Net debt is defined as total liabilities less the financial assets available to repay those liabilities. The Public Accounts for the year ended March 31, 2007 reflected net debt of core government operations (the operating fund) to be $8.3 billion (see Public Accounts, Volume 1, Page 107) and for the government reporting entity to be $10.4 billion (see Public Accounts, Volume 1, page 56).

CORE GOVERNMENT
STATEMENT OF PROVINCIAL BORROWINGS, GUARANTEES AND OBLIGATIONS
December 31, 2007
(with comparative figures for March 31, 2007)

NOTES:

1. The Canadian Dollar Valuation is calculated using the foreign currency exchange rates in effect at December 31, 2007 and at March 31, 2007. As at December 31, 2007, the U.S. dollar exchange rate was $0.9881 ($1.1529 at March 31, 2007).

2. Includes borrowings of Manitoba Hydro which has been guaranteed by the Province, Government Enterprises and other payables and third party debt of health care facilities.

3. Provincial Borrowings and Guarantees are payable in Canadian and U.S. dollars. As at December 31, 2007, total provincial borrowings and guarantees were payable 89% in Canadian dollars and 11% in U.S. dollars. Of this total, General Government Program borrowing and Other Crown Organizations borrowings was 100% payable in Canadian dollars. Manitoba Hydro borrowings was payable 67% in Canadian dollars (62% at March 31, 2007) and 33% in U.S. dollars (38% at March 31, 2007).

4. The above borrowings, guarantees and obligations were outstanding for the following purposes:

	December 31, 2007		March 31, 2007	
	($ Thousands)	($ Per Capita) (Note 5)	($ Thousands)	($ Per Capita) (Note 5)
Government Programs - General	6,593,028	5,538	6,564,303	5,547
Manitoba Hydro	6,555,488	5,507	6,636,123	5,608
Capital Investments	969,917	815	749,221	633
Health Facilities	860,219	723	780,219	659
Government Enterprises and Other (Note 6)	173,805	146	533,152	451
Other Crown Organizations	1,204,460	1,012	1,303,724	1,102
Subtotal	16,356,917	13,741	16,566,742	14,000
Government Programs - TRAF (Note 7)	1,500,000	1,260	-	-
Total	17,856,917 (Note 8)	15,001	16,566,742	14,000

5. Per Capita data is based upon population figures at October 1, 2007 and April 1, 2007 as reported by Statistics Canada.

6. Includes debentures issued by hospitals which are held by government enterprises, amounts owed to the federal government and other long term loans payable to government enterprises.

7. On October 1, 2007, the government made a contribution of $1,002 million to the Teachers' Retirement Allowances Fund (TRAF). This contribution, together with the initial contribution of $500 million on April 2, 2007 has reduced the government's net pension liability from $1,922 million to $420 million.

8. Provincial borrowings, guarantees and obligations increased by $1,290.2 million. Increases in borrowings were primarily due to the funding of the Province's contribution to its liability for the TRAF, Capital Investments and Health Facilities borrowings. The increases in borrowings were offset by a reduction in the liability to Government Enterprises. Manitoba Hydro's capital program borrowings were offset by the impact of a stronger Canadian dollar and an increase in its sinking fund contribution. Manitoba Hydro's U.S. dollar revenues are sufficient to pay the interest and principal on all outstanding U.S. dollar borrowings.

9. Manitoba's net general purpose debt to GDP ratio is projected to be 13.3% in 2007/08, down from 14.7% in 2006/07 and from 20.9% in 1999/2000. GDP data reflects the latest information available from Manitoba Bureau of Statistics.

DEBT RETIREMENT FUND
PROJECTION FOR THE YEAR ENDING MARCH 31, 2008
(with comparative figures for March 31, 2007)
($000s)

	2007/08 Projection [1]	2006/07 Actual [2]
Fund Balance, Beginning of Year	51,000	25,000
Contribution	110,495	110,495
Interest	2,000	1,000
Transfer to Pension Assets Fund	(85,495)	(85,495)
Fund Balance, End of Year	78,000	51,000

Notes:
(1) Based on projection included in the 2007 Budget.
(2) Based on 2006/07 Public Accounts.

PENSION ASSETS FUND
PROJECTION FOR THE YEAR ENDING MARCH 31, 2008
(with comparative figures for March 31, 2007)
($000s)

	2007/08 Projection [1]	2006/07 Actual [2]
Fund Balance, Beginning of Year	699,264	536,986
Contributions:		
Teachers' Retirement Allowances Fund[3]	1,502,000	-
Debt Retirement Fund [4]	85,495	85,495
Net Investment Earnings	26,000	66,545
Current Service Contributions	79,300	10,238
	1,692,795	162,278
Transfers		
Teachers' Retirement Allowances Fund Pension Payments[3]	(134,000)	-
Fund Balance, End of Year	2,258,059	699,264

Notes:

(1) Based on YTD earnings and contributions (extrapolated to March 31, 2008).
(2) Based on 2006/07 Public Accounts.
(3) Reflects the impact of the government's decision to fund 75% of the employer's liability.
(4) Based on projection included in the 2007 Budget.

FISCAL STABILIZATION FUND
PROJECTION FOR THE YEAR ENDING MARCH 31, 2008
(with comparative figures for March 31, 2007)
($000s)

	2007/08 Projection	2006/07 Actual [2]
Health Programs		
Fund Balance, Beginning of Year	175,195	202,411
Interest Earnings	6,086	7,856
Wait Time Reduction [1]	(37,000)	(27,419)
Other Health Related Programming	-	(7,653)
Fund Balance, End of Year	144,281	175,195
General Programs		
Fund Balance, Beginning of Year	487,955	329,576
Interest Earnings	22,632	12,792
Recovered from Health Programs		
- Wait Time Reduction Programming	26,000	27,419
- Other Health Related Programming	-	7,653
Year-end Core Government Result [1]	2,500	110,515
General Requirements	-	-
Fund Balance, End of Year	539,087	487,955
Total Fund Balance, End of Year	**683,368**	**663,150**

Notes:
(1) Based on third quarter projections.
(2) Based on 2006/07 Public Accounts.